

STAND. COM. REP. NO. 2380

Honolulu, Hawaii

FEB 14 2014

RE: S.B. No. 3064
S.D. 1

Honorable Donna Mercado Kim
President of the Senate
Twenty-Seventh State Legislature
Regular Session of 2014
State of Hawaii

Madam:

Your Committee on Health, to which was referred S.B. No. 3064
entitled:

"A BILL FOR AN ACT RELATING TO HAWAII HEALTH SYSTEMS
CORPORATION, "

begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Allow for the transition of the Hawaii Health Systems Corporation, a regional system, to a nonprofit hospital corporation incorporated in Hawaii before January 1, 2000;
- (2) Require the nonprofit hospital corporation to maintain equivalent services in acquired regions for no less than five years; and
- (3) Require the State to continue to be responsible for certain liabilities of the Corporation related to collective bargaining contracts negotiated by the State before the effective date of this measure.

Your Committee received testimony in support of this measure from the Office of the Governor; Hawaii Health Systems Corporation; Hawaii Health Systems Corporation, West Kauai Region; Hawaii Health Systems Corporation, Maui Region; Hawaii Health Systems Corporation, East Hawaii Region; Hilo Medical Center; Maui Memorial Medical Center; Hawaii Health Systems Corporation, East



Hawaii Regional Board; Hawaii Health Systems Corporation, West Hawaii Regional Board; ILWU Local 142; Pradeepta Chowdhury M.D., LLC; and several individuals.

Your Committee finds that the current structure of the Hawaii Health Systems Corporation is not sustainable for the long-term delivery of quality health care services for residents, especially those on neighbor islands. Your Committee further finds that the shortage of physicians is growing in Hawaii, with critical services in jeopardy. This measure provides a major transformation to the State's health care system to improve the standard of care in Hawaii.

Your Committee has amended this measure by making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Health that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 3064, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 3064, S.D. 1, and be referred to the Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Health,



JOSH GREEN, Chair



The Senate
Twenty-Seventh Legislature
State of Hawai'i

Record of Votes
Committee on Health
HTH

Bill / Resolution No.:* SB3064	Committee Referral: HTH, WAM	Date: 2-12-2014		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="text-align: center;"><input type="checkbox"/> Pass, unamended 2312</div> <div style="text-align: center;"><input checked="" type="checkbox"/> Pass, with amendments 2311</div> <div style="text-align: center;"><input type="checkbox"/> Hold 2310</div> <div style="text-align: center;"><input type="checkbox"/> Recommit 2313</div> </div>				
Members	Aye	Aye (WR)	Nay	Excused
GREEN, M.D., Josh (C)	✓			
BAKER, Rosalyn H. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
NISHIHARA, Clarence K.	✓			
SLOM, Sam		✓		
TOTAL	4	1	—	—
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <div style="text-align: center; font-family: cursive; font-size: 1.2em;">Rosalyn H. Baker</div>				
Distribution: <div style="display: flex; justify-content: space-around; font-size: 0.8em;"> Original File with Committee Report Yellow Clerk's Office Pink Drafting Agency Goldenrod Committee File Copy </div>				

*Only one measure per Record of Votes